H.M. Oil Cons. DIV-Dist. 2

130 i VV. Grand Avenue

Form 316 (April 200 **UNITED STATES** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

Artesia, NM 882160kM APPROVED OMB No. 1004-0137 Expires March 31, 2007

Lease	Senal No	

SUNDRY NOTICES AND REPORTS ON WELLS			LLS	NM 12557		
Do not use th	nis form for proposal ell. Use Form 3160 - 3	s to drill or to re-e	enter an	6. If Indian	, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE- Other instructions on reverse side.			se side.	7 If Unit or	CA/Agreement, Name and/or h	1 0.
1 Type of Well Oil Well 2 Name of Operator JALAPENO	Gas Well Othe	SEP 25 2007	,		AN FED. 2 & 3 BATTERY	
Ba Address P.O. Box 1608, Albuquerque		3b Phone No (include 505-242-2050	area code)	9 API We	OD 5 12356 DOOL, or Exploratory Area	4
4 Location of Well (Footage, Sec., T., R., M., or Survey Description)			E LAKE SAN ANDRES			
S. 7, T. 9- S , R	. 28-Е			•	or Parish, State ES COUNTY, NM	
12. CHECK AI	PPROPRIATE BOX(ES)	TO INDICATE NATUR	E OF NOTICE, RI	EPORT, OR	OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent ✓ Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (Star Reclamation Recomplete	nt/Resume)	Water Shut-Off Well Integrity Other Static electricity	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily Aba	andon	discharge lines	
	Convert to injection	Feet 1 100 Date 1	The state of the s			

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA Required subsequent reports shall be filed within 30 days following completion of the involved operations If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection)

THIS IS TO GIVE NOTICE THAT ON 9/10/07 STATIC ELECTRICITY DISCHARGE LINES WERE CONSTRUCTED AROUND AND THROUGH THIS BATTERY. THE STATIC ELECTRICITY DISCHARGE LINES WERE CONSTRUCTED IN ACCORDANCE TO THE GUIDELINES STATED ON THE BLM SUNDRY REPORT WHICH WAS SEND TO THE BLM ON 3/6/07 AND WAS APPROVED BY THE BLM ON 3/13/07.

,		ACCEPTED FOR RECORD					
		SEP 18 300					
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	1	GARY GOURLEY					
PARVEY E. YATES, JR.	Title PRESIDENT	PETROLEUM ENGINEER					
Suprement Amoun Jalo	Date	09/11/2007					
/ THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved by	Title	Date					
Conditions of approval, if any, are attached Approval of this notice does not warra certify that the applicant holds legal or equitable title to those rights in the subject to which would entitle the applicant to conduct operations thereon							
Title 18 USC Section 1001 and Title 43 USC Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United							